

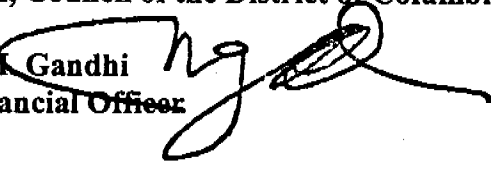
GOVERNMENT OF THE DISTRICT OF COLUMBIA  
Office of the Chief Financial Officer

Natwar M. Gandhi  
Chief Financial Officer



**MEMORANDUM**

**TO:** The Honorable Linda W. Cropp  
Chairman, Council of the District of Columbia

**FROM:** Natwar M. Gandhi   
Chief Financial Officer

**DATE:** SEP 18 2006

**SUBJECT:** Fiscal Impact Statement: "Recordation Tax on Transfers of Security Interests Amendment Act of 2006"

**REFERENCE:** Draft Bill – No Number Assigned

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**Conclusion**

Funds are sufficient in the FY 2007 through FY 2010 budget and financial plan to implement the proposed legislation. No additional staff or resources will be required.

**Background**

The proposed legislation makes a technical amendment to the District of Columbia Deed Recordation Tax Act (D.C. Official Code § 42-1103(a-3)) for the purpose of implementing the increase of 0.35 percent in the deed recordation tax approved by Council in the Fiscal Year 2007 Budget Support Act of 2006 (D.C. Act 16-0476, effective August 8, 2006). The technical amendment clarifies that the deed tax increase applies to security interest instruments as well as to deeds.

**Financial Plan Impact**

The proposed technical amendment has no fiscal impact on the FY 2007 budget and financial plan. The revenues anticipated from implementing the 0.35 percent deed tax increase on transfers of security interests are included in the FY 2007 budget and financial plan approved by the Mayor and Council.